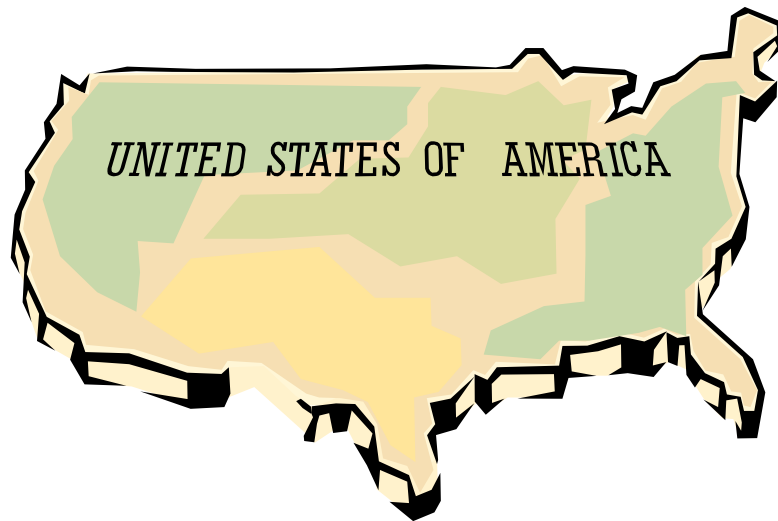


2003 Edition



STATE TAX GUIDE

For use by US Military VITA/ELF Programs

LT Sara M. Park, JAGC, USNR
OJAG, Code 16
1322 Patterson Ave, SE, Suite 3000
Washington Navy Yard, DC 20374

Introduction

This guide is intended as a reference for US Military VITA/ELF programs. It is not a comprehensive legal analysis of state tax law; rather, it provides basic information and contact points for each income-tax-levying state. Sites should contact state assistance numbers, or use state websites, for further information.

There are nine states that do not levy any tax on earned income: Alaska, Florida, Nevada, New Hampshire, South Dakota, Tennessee, Texas, Washington, and Wyoming. Information about these states is not included in this guide.

General Residency Rules: The Soldiers and Sailors Civil Relief Act provides that military members may only be taxed on their military pay by their state of residence. The question of residency therefore assumes great importance, as states are generally eager to tax as many individuals as possible. The general rule of thumb is that a military member remains a resident of the state from which they joined the military, unless they have taken steps to become a resident of another state. This rule does not apply to non-military spouses; they usually become a resident of the state in which they live. Also, if a military member has non-military income, the state in which he or she lives may tax that income, even if the military member is a resident of a different state.

There is no magic factor to determine whether a taxpayer is a resident of one state or another. The general rule is that legal residency is established when an individual is physically present in a state AND has the intent to permanently reside in the state. "Intention to permanently reside" can be shown through several factors: ownership of real property; voter registration; vehicle registration; driver's license; and declaration of legal residence on legal documents (including DD 2058, used by the military). One of these factors by itself would probably not be enough to change residency, but if a service member moved to a state and registered to vote, bought a house, registered her car, got a new driver's license, and registered her children in the local schools, she would most likely be considered to be a resident of the new state.

For further information about residency, please contact your local Legal Service Office, or Staff Judge Advocate.

State Only Option: In the past electronically filed returns using the Fed/State E-file program were limited to e-filing only one state return. Additionally, if that state return was rejected it would have to be corrected and paper filed. The IRS has established a new program this year called the State-Only option which allows a dummy federal return to be filed with the state return. This enables sites to not only e-file more than one state return but also allows sites to e-file corrected state returns. The following is a list participating states: Alabama, Connecticut, Delaware, Georgia, Idaho, Indiana, Kansas, Iowa, Louisiana, Maryland, Michigan, Missouri, Nebraska, New Mexico, New York, North Carolina, Ohio, Pennsylvania, South Carolina, Vermont, West Virginia.

More information about State-Only E-Filing can be found on the IRS web site. www.irs.gov

TaxWise supports State-Only E-Filing. See page 24 of the TaxWise Manual.

Credit Card Payment Options: Many states have made it easier for individuals to pay their taxes via credit card. Go to www.officialpayments.com or call 800/2PAY-TAX. They will accept AMEX, Discover/Novus, or Master Card. You can do a Zip Code search to determine which payments you can make on line.

IRS Service Centers for 8453's: IRS has reduced the number of service centers receiving 8453's. This year only Andover, Austin and Memphis will be receiving 8453s. Remember, if the return has a foreign address (does not apply to FPO/APO addresses) or contains a form 2555/2555EZ the return must go to Andover.

Addresses for Service Centers are as follows:


Andover Submission Processing Center
Attn: Shipping and Receiving
Receipt and Control Operations
310 Lowell Street, Stop 1452
Andover, MA 05544-1452

Austin Submission Processing Center
Attn: Shipping and Receiving
Receipt and Control Branch
P.O. Box 1231
Austin, TX 78767-1231

Memphis Submission Processing Center
Internal Revenue Service
P.O. Box 1898
Memphis, TN 38101

ALABAMA


Alabama Department of Revenue
Individual and Corporate Tax Division
P.O. Box 327465
Montgomery, AL 36132-7465

General Information: (334) 242-2117  **Member of Federal/State E-file program**
Forms: (334) 242-9681 Web site: www.ador.state.al.us
Electronic Filing: (334) 242-1101 IRS Processing Center: ANDOVER, MA
Refund Hotline: (334) 353-2540

E-File Information	Only Form 40 and 40A may be e-file. Tax Site retains documents, AL-8453, W-2, 1099, for 3 years from later of due date or filing date.
Who must file?	Residents or part-year residents with a net income of \$1875 or more if single or married filing separately, \$3750 or more if married filing jointly, and nonresidents receiving income from business conducted or property owned within the State if it exceeds the prorated personal exemption allowance.
What forms to file?	Residents: Form 40 or 40A. Nonresidents: 40NR
Requirements for Residency	Follows general residency rules, with the addition that individuals maintaining an abode in the State or spending in the aggregate more than seven months of the tax year in the State are considered residents for tax purposes (does not apply to military members).
Exemptions	Single person or married person filing single return: \$1500. Married couples filing joint return or head of household: \$3000. Dependents, \$300 each.
Military Pay	Military pay is taxable.
Spouses and Community Property	Not a community property state; spouse of military member is considered a resident if above requirements are met.
Income Exclusions	Military Retirement pay; Federal Retirement Pay; Social Security Benefits. See expanded list on page 98 of Form 40 instructions.
Income Deductions	Standard deduction is based on filing status: married filing jointly = the lesser of 20% of AGI, or \$4000; all others = the lesser of 20% of AGI or \$2000. See worksheet on page 9 of Form 40 Instructions.
Capital Gains/Losses	Gain from the sale of person residence is taxed to the same extent as reported on the federal return. All other capital gains are taxable. Use schedule D Form 40. Non-residents report on Form 40NR.
Retirement Income	May exclude military retired pay.
Payments	Due 15 April 2003.
Notes	Head of Household filing status: a foster child does not qualify a taxpayer to claim "Head of Family" status in Alabama. Also, a taxpayer must be divorced or legally separated to use this filing status.

ARIZONA

Arizona Department of Revenue
Taxpayer Information and Assistance
P.O. Box 29086
Phoenix, AZ 85038-9086

General Information: (602) 255-3388  **Member of Federal/State E-file program**
Forms: (602) 542-4260 Web site: www.revenue.state.az.us
Electronic Filing: (602) 542-4643 ext 4601 IRS Processing Center: AUSTIN, TX
e-mail: Arizonae-file@revenue.state.az.us

E-File Information	Must mail AZ-8453, along with W-2s, any other supporting documents, within one business day after receiving acknowledgement, to: Arizona Department of Revenue, Electronic Filing Program, P.O. BOX 29200, Phoenix, AZ 85038-9200
Who must file?	Any resident is required to file an Arizona income tax return if he or she has for the taxable year: an Arizona adjusted gross income of \$5,500 (\$11,000 for married filing jointly) or a gross income of \$15,000. Nonresidents must file if they had ANY Arizona income.
What forms to file?	Residents: 140 or 140A; Part-Year Residents: 140PY; Nonresidents: 140NR.
Requirements for Residency	Follows general residency rules.
Exemptions	The exemption for a single person or married filing separately \$2,100; for unmarried head of household or a married couple that claim no dependents is \$4,200; for a married couple that claims at least one dependent is \$6,300.
Military Pay	Follows federal rules.
Spouses and Community Property	Community Property State; if Married Filing Separately, must include one-half of community income. Cannot file a joint 140 if one spouse is a resident and one is a non-resident/part year resident must file 140NR.
Income Exclusions	Interest from U.S. Government obligations, social security benefits, and benefits received under the Railroad Retirement Act.
Income Deductions	Taxpayers may itemize deductions or take standard deduction: for a single person or a married person who files a separate return is \$4,050. The standard deduction for a head of household or a married couple who file a joint return is \$8,100.
Capital Gains/Losses	Follows federal rules.
Retirement Income	A person may subtract up to \$2,500 of income for U.S. Government and Arizona state or local pension income. Form 140 Line C19
Payments	Due 15 April 2003.
Notes	N/A

ARKANSAS

Arkansas Department of Finance and Administration
Individual Income Tax Section
Room 227, Ledbetter Building
7th and Wolfe Streets
Little Rock, AR 72201

General Information: (501) 682-1100

Forms: (501) 682-2217

Refund Info: (501) 682-0200

Electronic Filing: (501) 682-7361 *(Numbers for Tax Officer use only!)*

☞ **Member of Federal/State E-file program**

Web site: www.ark.org/dfa/taxes/index.html

IRS Processing Center: MEMPHIS, TN

E-File Information	Tax sites must retain AR 8453 and all supporting documents for three years. Rejected forms should be mailed to Arkansas State Income Tax, Little Rock, AR 72203, with the following P.O. Boxes: for Tax Due Returns, P.O. Box 2144; for Refund Due Returns, P.O. Box 1000; for Zero Balance returns, P.O. Box 8026. Must mail the 8453 and copy of other state tax return if claiming credit for full years residence in another state. Mail documents to Electronic Filing Unit, PO Box 8094, Little Rock, AR 72203-8094.
Who must file?	For Full Year Residents: Single- over \$7800; Married Filing Jointly or Qualifying Widow(er)- over \$15,500; Married Filing Separately- over \$3999; Head of Household- over \$12,100. Part Year and Nonresidents file if ANY AR income.
What forms to file?	Full Year Residents file AR1000 or AR1000S; Part-Year and Nonresidents file AR1000NR if any AR income.
Requirements for Residency	Follows general residency rules.
Exemptions	Arkansas uses a Personal Tax Credit of \$20 per person, rather than an exemption. See instructions for more details.
Military Pay	Up to \$6000 of military pay is excluded. Military income is included in figuring tax rate on nonmilitary income.
Spouses and Community Property	Not a community property state. Spouses with AR income must file appropriate form.
Income Exclusions	May exclude Social Security Benefits
Income Deductions	Standard Deductions are \$4000 for Married Filing Jointly; \$2000 for all others. May itemize; categories follow federal rules.
Capital Gains/Losses	30% of capital gains are excludable; the remaining 70% are taxable as regular income. Sale of principal residence follows federal rules.
Retirement Income	Taxpayers may also exclude up to \$6000 of federal retirement income.
Payments	Due 15 May 2003. Mailing address for AR1000V is included on form. Credit Card Payment is available call (501) 682-1100 or check the website at www.stat.ar.us/dfa/ . If return was e-filed do not mail a copy of the return with the voucher.
Notes	N/A

CALIFORNIA

Franchise Tax Board
P.O. Box 942840
Sacramento, CA 94240-0040

General Information: (800) 852-5711
Or: (916) 845-6500
E-file help desk: (916) 845-0353
e-file@ftb.ca.gov

✎ **NOT A Member of Federal/State E-file program**
Web site: www.ftb.ca.gov
IRS Processing Center: AUSTIN, TX

E-File Information	Tax site retains paper copy of FTB 8453 and all supporting documents on file for 4 years. Re-submit rejected returns (not part of federal/state e-file program). If return is repeatedly rejected, call help desk for instructions.
Who must file?	California uses a sliding scale, based on filing status and number dependents- lowest figures are \$11901 for single and head of household; \$23803 for married filing jointly, married filing separately (must combine incomes) and \$20134 for qualifying widow(er).
What forms to file?	Full Year Residents file Form 540, 540A, or 540 2EZ (new form). Part Year or Nonresidents file Form 540NR.
Requirements for Residency	Follows general residency test. Must file return if CA income exceeds threshold amounts listed above.
Exemptions	California uses a Personal Tax Credit of \$80 per person, rather than an exemption. See instructions for more details. There is also a \$25 dependent exemption credit.
Military Pay	California residents who are stationed outside California may exclude military income. Military income earned inside California is fully taxable for California residents. See Publication 1032 for more information.
Spouses and Community Property	California is a community property state; if one spouse is a California-resident, must include one-half of non-resident spouse's pay IF non-resident spouse is a resident in a community property state (AZ, CA, ID, LA, NV, NM, TX, WA, WI).
Income Exclusions	May exclude social security benefits
Income Deductions	Taxpayers may itemize on CA return, even if Standard Deduction was chosen on Federal return. Standard deduction for Single and Married Filing Separately is \$3004; for Head of Household, Married Filing Jointly, and Qualifying Widow(er), standard deduction is \$6008.
Capital Gains/Losses	Follows federal tax rules.
Retirement Income	Follows federal tax rules.
Payments	Due 15 April 2003. Mail payment voucher to: Franchise Tax Board, P.O. Box 942867, Sacramento, CA 94267-0001.
Notes	CA has a large number of credits, see web site for details.

COLORADO

Colorado Department of Revenue
1375 Sherman Street
Denver, CO 80261-0005

General Information: (303) 232-2446	☞ Member of Federal/State E-file program
Forms: (303) 232-2414	Web site: www.revenue.state.co.us
Refund Status: (303) 238-3278	IRS Processing Center: AUSTIN, TX
E-file help desk: (303) 866-3889	<i>[NOTE: This number for tax officers only- not for taxpayers!]</i>

E-File Information	VITA Sites are required to keep all DR8453's until the end of the tax filing season. At the end of the season, the VITA site coordinator is to organize the DR8453s by primary taxpayer SSN and mail them to: CO State Department of Revenue, 1375 Sherman St Room 600, Denver CO 80261-0005.
Who must file?	Any resident (full year, part year, or nonresident) with Colorado income must file.
What forms to file?	Full year residents, file Form 104; Part year or nonresidents file Form 104PN.
Requirements for Residency	Follows general residency test.
Exemptions	CO Form 104 automatically uses federal personal exemption amounts.
Military Pay	Follows federal tax rules. Military income is included in figuring tax rate on nonmilitary income. If a military member is stationed outside the US for 305 days of the year, he/she may file as a non-resident.
Spouses and Community Property	Not a community property state. Resident + Nonresident spouse must file joint return on 140PN if filed joint federal return.
Income Exclusions	Social security benefits qualify as pension or annuity income. See Retirement section below.
Income Deductions	CO Form 104 automatically takes federal deduction amounts (with add-in for state taxes paid if taxpayer itemized on federal return).
Capital Gains/Losses	May subtract CO sourced capital gains if 1) income is included in federal taxable income, 2) income is from a Colorado source (i.e. the result of a real or tangible personal property located in CO at time of the sale or sale of stock/ownership in CO company) and 3) the asset was acquired after May 9, 1994 and owned for 5 continuous years prior to the date of sale. See Form 40 Line 9.
Retirement Income	Up to \$24,000 of pension income may be excluded if a taxpayer is over age 65; up to \$20,000 may be excluded if taxpayer is over age 55.
Payments	Due 15 April 02. Mail to: Colorado Department of Revenue, Denver, CO 80261. Direct Deposit can be used as a method of payment. See Website for details.
Notes	Colorado has a state sales tax refund for certain qualifying full-year residents- please see website for more information. Also, watch for marriage penalty elimination (adds in \$\$ to standard deduction).

CONNECTICUT

Department of Revenue Services
Taxpayer Services Division
25 Sigourney Street
Hartford, CT 06106-5032

General Information: (860) 297-5962

Forms: see web site

✉ **Member of Federal/State E-file program**

Web site: www.drs.state.ct.us

IRS Processing Center: ANDOVER, MA

E-file help desk: (860) 297-5979 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	Tax sites are required to retain CT 8453 and all supporting documents for three years. NEW: CT-1040EZ, CT-1040, and CT-1040NR/PY can all be e-filed.
Who must file?	Residents of CT must file if they had CT taxes withheld, made estimated tax payments, or meet the following gross income test: \$12,500 if filing single, \$12,000 if filing MFS, \$19,000 if filing HoH, and \$24,000 if filing MFJ.
What forms to file?	Full Year residents: CT 1040 or 1040EZ. Part-Year or Nonresidents: CT 1040NR/PY.
Requirements for Residency	Follows general residency requirements. Special nonresident status for individuals who: 1) did not maintain a permanent place of abode in CT, 2) did maintain a permanent place of abode outside CT and 3) spent less than 30 aggregate days in CT for the tax year. [NOTE: a BEQ or BOQ room without cooking or toilet facilities or a shipboard berth are NOT considered a permanent place of abode]; and spent 30 days or less in CT during the taxable year.
Exemptions	Exemptions based on sliding scale and filing status. See table in CT instructions.
Military Pay	Follows federal rules except for those individuals that satisfy the special non-residency test. In that case they are treated as non-residents and their military pay is not taxable.
Spouses and Community Property	Not a community property state. Filing status must match federal unless one spouse is a resident and the other a non-resident, may be required to file separate returns in CT, even if filed jointly on Federal return. Military pay is included in figuring tax rate on nonmilitary income.
Income Exclusions	Sliding scale for social security income. See website for more info.
Income Deductions	No standard or itemized deductions.
Capital Gains/Losses	Follows federal rules.
Retirement Income	Follows federal rules.
Payments	Due 15 April 2003
Notes	N/A

DELAWARE

Delaware Division of Revenue
820 N. French Street
Wilmington, DE 19801

General Information: (302) 577-8200

Personaltax@state.de.us

Forms: (302) 577-8200

E-file coordinator: (302) 577-8170 *[NOTE: This number for tax officers only- not for taxpayers!]*

☞ **Member of Federal/State E-file program**

Web site: www.state.de.us/revenue

IRS Processing Center: ANDOVER, MA

E-File Information	Residents and Nonresidents may file electronically. Tax sites must retain DE 8453 and all supporting documents for three years. Rejected returns should be mailed to: State of Delaware, Division of Revenue, P.O. Box 8765, Wilmington, DE 19899-8765.
Who must file?	Full Year Residents must file if their Delaware-source income exceeds the following amounts: If Married Filing Joint, \$15,450; all others \$9400. (Higher amounts for over 60- see instructions). Part year residents and Nonresidents must file if they have ANY Delaware income.
What forms to file?	Full Year Residents: 200-01R or 200-03 EZ. Part Year and Nonresidents: 200-02 NR.
Requirements for Residency	Delaware follows general rules for residency, but adds that anyone who is physically present in Delaware for more than 183 days and maintains a place of abode in Delaware is a resident. Part Year residents may file as residents, if it is to their advantage.
Exemptions	Delaware uses a personal tax credit of \$110 per person rather than personal exemptions.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Where one spouse is a resident and the other a part year or nonresident, spouses should file separate tax returns, even if they filed a joint federal return.
Income Exclusions	Social security payments and Delaware lottery winnings are excluded from income.
Income Deductions	May take itemized or standard deduction. Standard deductions for married filing jointly are \$6500; for all others, \$3250. May itemize on Delaware return, even if standard deduction was taken on Federal return.
Capital Gains/Losses	Follows federal rules.
Retirement Income	Taxpayers over age 60 may exclude up to \$12,500 of retirement or pension income. For those under 60, up to \$2000 may be excluded.
Payments	Due 30 April 2003.
Notes	Delaware has a child care credit (50% of Federal credit allowed).

DISTRICT OF COLUMBIA

Office of Tax and Revenue
941 North Capitol Street, NE
Washington, DC 20002

General Information: (202) 727-4829
Forms: (202) 727-6104
Electronic Filing: (202) 442-6461

☛ **Member of Federal/State E-file program**
Web site: <http://cfo.washingtondc.gov>
IRS Processing Center: ANDOVER, MA

E-File Information	May file full-year resident returns only. Tax site retains DC 8453 and all supporting documents for three years.
Who must file?	Full year residents and part year residents who are required to file a federal tax return must also file a DC tax return.
What forms to file?	All taxpayers may use D-40; residents may use D-40EZ.
Requirements for Residency	Follows general rules with the addition that an individual who is present in DC for 183 days or more is considered a resident for tax purposes (does not apply to military).
Exemptions	Personal exemptions are \$1370 per person.
Military Pay	Taxed; follows federal rules.
Spouses and Community Property	Not a community property district. Not required to file same status as federal return. Advise to take status that is most beneficial to the taxpayer. Where one spouse is a resident and the other a nonresident, must file separate DC return, even if joint federal return was filed.
Income Exclusions	May exclude social security income.
Income Deductions	Must follow Federal election- standard deduction is \$1000 for married filing separately, \$2000 for all others.
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules.
Retirement Income	Taxpayers who are age 62 or older may exclude up to \$3000 of retirement pay.
Payments	Due 15 April 2003.
Notes	If taxpayer qualified for federal EITC then he/she can claim DC. EITC of 25% of the federal amount.

GEORGIA

Georgia Department of Revenue
1800 Center Blvd.
Atlanta, GA 30345

General Information: (404) 656-4188

Forms: (404) 656-4293

Refund: (404) 417-4470

E-file help desk: (404) 675-4992

 **Member of Federal/State E-file program**

Web site: www2.state.ga.us/Departments/DOR/

IRS Processing Center: MEMPHIS, TN

[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Tax site must retain GA 8453 and all supporting documents on file for three years.
Who must file?	For full year residents, if GA income is over \$8400 for Married Filing Jointly, \$4200 for Married Filing Separately, or \$5000 for all others. Part year and nonresidents must file GA return if they were required to file a Federal return.
What forms to file?	All filers use Form 500 or 500EZ
Requirements for Residency	Follows general residency rules.
Exemptions	\$2700 per person.
Military Pay	Follows Federal Rules. 6 month filing extension for military individuals returning from overseas.
Spouses and Community Property	Not a community property state. Must use same filing status as federal return. Exception if one spouse is a GA resident and one is a NR/PY enter 3 in the residency code box on Form 500 page 1 line 4 and use schedule 3 page 4.
Income Exclusions	Social Security benefits are not taxable.
Income Deductions	Must follow federal election. Standard Deduction is \$3000 for married filing jointly, \$1500 for married filing separately, and \$2300 for all others.
Capital Gains/Losses	Follows federal rules.
Retirement Income	Taxpayers over age 62 may exclude up to \$13500 of retirement income.
Payments	Due 15 April 2003.
Notes	N/A

HAWAII

Hawaii Department of Taxation
P.O. Box 3559
Honolulu, HI 96811-3559

General Information: (808) 587-6515

Forms: (808) 587-7572

(800) 222-7572

Electronic Filing: (808) 587-1692 *[NOTE: This number for tax officers only- not for taxpayers!]*

 **Member of Federal/State E-file program**

Web site: www.state.hi.us/tax/

IRS Processing Center: AUSTIN, TX

E-File Information	For Residents only Form N11. No signature document; act of e-filing is signature. Tax sites should retain a copy of supporting documents on file. Paper copies of rejected returns should be printed, signed by the taxpayer, "Electronic filing and date submitted in upper left corner of the return, and sent (within 10 working days) to: Oahu District Office, Data Preparation Section, P.O. Box 259, Honolulu, HI 96809-0259. Can I-File N13 through state web portal.
Who must file?	Any resident or individual receiving Hawaii-source income over the following amounts: \$1990 for married filing separate; \$2540 for single filers; \$2690 for head of household; \$2940 for qualifying widow(er)s; and \$3980 for married filing jointly. For non-residents the filing threshold are multiplied by the ratio of HI AGI to the total AGI from all sources.
What forms to file?	Residents file N-11, 12, or 13. Part-Year and Nonresidents file N-15.
Requirements for Residency	Follows general residency rules with the addition that personal presence in Hawaii for 200 days during a tax year creates a rebuttable presumption that the person is a Hawaii resident. Does not apply to military.
Exemptions	Personal exemption is \$1040 per person.
Military Pay	Follows federal rules. (Can exclude \$1,750 of reserve pay on Form N11 line 15)
Spouses and Community Property	Not a community property state. For married couples, where one spouse is a resident and the other a nonresident, resident spouse may file separately, or both may file jointly on an N-11 or 12; however the non-resident will then be taxed on all income from all sources.
Income Exclusions	May exclude social security income.
Income Deductions	May itemize or take standard deductions, which are as follows: Single, \$1500; Married filing jointly, or Qualifying widow(er), \$1900; Head of Household, \$1650; Married filing separately, \$950.
Capital Gains/Losses	Taxed as ordinary income, though high income people may be able to use a more favorable rate-- see Capital Gains Worksheet in instruction booklet for Form N-11.
Retirement Income	May exclude retirement pay from income.
Payments	Due 20 April 2003.
Notes	Reduced tax rates to 1.4% to 8.25%.

IDAHO

Taxpayer Services
Idaho State Tax Commission
P.O. Box 56
Boise, ID 83722-6056

General Information: (208) 334-7660
Forms: see web site
Refund Status: (208) 228-5770
E-file help desk: (208) 334-7822

 **Member of Federal/State E-file program**

Web site: www2.state.id.us/tax/


IRS Processing Center: AUSTIN, TX

E-File Information	May file full year, part year, or nonresident forms. Tax site must retain copy of 8453 and all supporting documents on file for three years. Mail rejected returns to: Idaho State Tax Commission, P.O. Box 56, Boise, ID 83756. CANNOT e-file returns claiming a credit for taxes paid to another state or MFS returns.
Who must file?	Full year residents with Idaho income over \$3000 for married filing separately, \$7,700 for single, \$9,900 for Head of Household, \$10850 for qualifying widow(er), and \$13850 for married filing jointly. Part year and nonresidents must file if they have Idaho-source income more than \$2500.
What forms to file?	Full year residents: Form 40 or 40EZ. Part-year and Nonresidents, and resident military stationed outside Idaho: Form 43.
Requirements for Residency	Follows general residency requirements with addition that anyone who spends more than 270 days in ID during the tax year is considered a resident. (does not include military) Special Residency Rules: will be considered a non-resident if: 1) lived outside ID for at least 445 days of a 15 month period, 2) spent less than 60 days in ID during the 15 month period, 3) does not maintain a personal residence in ID for taxpayer or dependents during tax year, 4) ID is not claimed as federal tax home, 5) taxpayer is not employed on the staff of a US Senator or Representative, and 6) taxpayer did not hold an elective or appointed position in the government other than US Military.
Exemptions	Personal exemption is \$3000 per person.
Military Pay	Military members on full-time active duty who are stationed outside Idaho may deduct the portion of their pay received outside of Idaho. Must use Form 43 and attach orders.
Spouses and Community Property	Idaho is a community property state. Must claim same status as federal return. Non-military spouses who are Idaho residents must include half of military spouse's wages.
Income Exclusions	Social Security income is excluded and ID Lottery winnings less than \$600.
Income Deductions	May claim ID standard deduction even if itemized on Federal return. Standard deductions are \$3925 for married filing separately, \$4700 for single, \$6900 for head of household, \$7850 for qualifying widow(er)s and \$9400 for married filing jointly.
Capital Gains/Losses	Capital gains are taxed as ordinary income, though 80% of Idaho-source capital gains from real property are excluded from income. Use Form CG.
Retirement Income	If over age 65, or over age 62 and disabled, may deduct up to \$27648 if married filing jointly, or \$18432 if single, from retirement income, on Form 39. No deduction if married filing separately. See instructions for Form 39 for more information.
Payments	Due 15 April 2003. Mail payments from electronically filed returns to: Idaho State Tax Commission, Electronic Filing Processing, P.O. Box 83784, Boise, ID 83707.
Notes	Taxpayers who e-file their returns can claim a \$2 credit against the tax owed.

ILLINOIS

Illinois Department of Revenue
Willard Ice Building
101 W. Jefferson Street
Springfield, IL 62702

General Information: (217) 782-3336
Forms: (800) 356-6302
Electronic Filing: (866) 440-8680
(For tax officers use only)

 **A Member of Federal/State E-file program**
Web site: www.revenue.state.il.us
IRS Processing Center: AUSTIN, TX

E-File Information	Tax sites must retain IL 8453 and all supporting documents for three years. Send rejected returns to regular return-mailing address.
Who must file?	Full year residents must file if they were required to file a federal return, or if their IL income was greater than their exemption allowance. Part year and nonresidents must file if they earned any IL source income.
What forms to file?	All taxpayers file Form 1040; nonresidents file Schedule NR in addition to 1040.
Requirements for Residency	Follows general residency rules. However, there is a presumption of non-residence if you are gone for one year or more
Exemptions	Personal exemption is \$2000 per person.
Military Pay	Pay received while on full-time active duty may be excluded. For more information, see IL Pub. 102. Reserve pay excluded as well. (exclude on Form 1040 line 6)
Spouses and Community Property	Not a community property state. If one spouse is a resident and the other a nonresident, the resident spouse may elect to file a separate return.
Income Exclusions	Social Security income may be excluded from income.
Income Deductions	no standard deductions or itemized deductions are allowed.
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules.
Retirement Income	Retirement maybe excluded on Form 1040 line 5.
Payments	Due 15April 2003
Notes	To claim a credit paid to another state use Schedule CR. The form has been substantially revised, make sure to review the schedule CR instructions.

INDIANA

Indiana Department of Revenue
100 North Senate Ave
Indianapolis, IN 46204-2253

General Information: (317) 223-4018

Forms: (317) 223-2329

Electronic Filing: (317) 615-2508 *[NOTE: This number for tax officers only- not for taxpayers!]*

📄 **Member of Federal/State E-file program**


Web site: www.state.in.us/dor/

IRS Processing Center: ANDOVER, MA

E-File Information	E-file is for full year residents only. Tax site must retain IT-8453 and all supporting documents for three years.
Who must file?	Full year residents who received Indiana income in excess of their exemption amounts must file a return (amounts are \$1000 per federal exemption, plus \$1500 per dependent child). Part year and nonresidents who received ANY Indiana-source income must file an Indiana return.
What forms to file?	Full year residents file Form IT-40 or IT-40EZ. Part year and nonresidents file Form IT-40PNR. (IT-40RNR is for residents of KY, MI, OH, PA and WI who work in IN.) Must file Schedule CT-40 if county of residence imposes tax.
Requirements for Residency	Follows general residency rules.
Exemptions	Amounts are \$1000 per federal exemption, plus \$1500 per dependent child (see instructions for definition of dependent child).
Military Pay	May deduct up to \$2000 of military pay, use Schedule 1.
Spouses and Community Property	Not a community property state. When resident spouse files jointly with part year or nonresident spouse, must use IT-40PRN. Must follow federal filing status election on Indiana return.
Income Exclusions	Use Schedule 1: May exclude income from social security, Indiana lottery winnings. Also, renter's deduction of up to \$2000 of rent paid on principal residence and homeowner's deduction of residential property tax of up to \$2500- see instructions. May also exclude any amounts paid from terrorist attack settlement on line 19 of schedule 1 (must mail in a copy of federal tax return with state return).
Income Deductions	N/A
Capital Gains/Losses	Taxed as ordinary income; follows federal rules.
Retirement Income	Taxpayers over age 60, or surviving spouses receiving SBP, may deduct up to \$2000 of military retired pay, using Schedule 1. See instructions.
Payments	Due 15 April 2003.
Notes	Use tax on items purchased outside IN for use or consumption in IN, on which sales tax was not paid.

IOWA

Iowa Department of Revenue and Finance
Taxpayer Services
P.O. Box 10457
Des Moines, IA 50306

General Information: (515) 281-3114  **Member of Federal/State E-file program**
Forms: (515) 281-7239 Web site: www.state.ia.us/tax/
Refund Status: (515) 281-4966 IRS Processing Center: AUSTIN, TX
Electronic Filing: (515) 242-6359 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	Tax site retains IA 8453 and all supporting documents for three years.
Who must file?	Full-year residents with the following incomes must file: qualifying widow(er)s, heads of households, and married taxpayers with combined income of \$13,500; single taxpayers with \$9000 of income. Part-year and nonresidents must file if they receive \$1000 of Iowa source income.
What forms to file?	All filers use IA 1040, or 1040 A; Part-year and nonresidents should also use IA 126, Nonresident and Part Year Schedule.
Requirements for Residency	Follows general residency requirements.
Exemptions	Iowa uses a Personal Tax Credit of \$40 per person, rather than an exemption. See instructions for more details.
Military Pay	Follows federal tax rules.
Spouses and Community Property	Not a community property state. If one spouse is a resident and the other a nonresident, the couple should file the regular income tax return, IA 1040, plus IA 126, Nonresident and Part Year Resident Schedule. May file either jointly or separately, regardless of federal return status.
Income Exclusions	Iowa taxes social security income in a different way; use worksheet in instructions.
Income Deductions	May itemize, or take standard deductions of \$1500 for single and married filing separately, \$3700 for married filing jointly, head of household, and qualifying widow(er)s.
Capital Gains/Losses	Taxed as ordinary income. Iowa follows federal rules on exclusion of gain from the sale of a principal residence. (Capital Gains exclusion on the sale of certain Iowa property- this is beyond the scope of VITA services.)
Retirement Income	Follows federal rules.
Payments	Due 30 April 2003.
Notes	n/a

KANSAS

Kansas Department of Revenue
Taxpayer Assistance Center
915 SW Harrison Street
Topeka, KS 66699-1000

General Information: (785) 368-8222

Forms: (785) 296-4973

Member of Federal/State E-file program

Web site: www.ksrevenue.org


IRS Processing Center: AUSTIN, TX

Electronic Filing: (785) 296-4066 [NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Form KS 8453 has been eliminated! E-filing process = signature. Tax sites should inform taxpayers they need to maintain copies of returns and supporting documents for three years.
Who must file?	Residents must file if income exceeds the following: \$5250 for single or married filing separate; \$10,500 for married filing jointly; \$9000 for head of household. Nonresidents must file if they receive ANY Kansas income. Part-Year Residents may file either as residents or nonresidents.
What forms to file?	All taxpayers file Form K-40. Use Schedule S to make modifications to AGI, or nonresident allocations of income.
Requirements for Residency	Follows general residency requirements.
Exemptions	Personal exemption is \$2250 per person.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Must follow federal status- if married filing jointly, must declare both incomes, then take tax credit for taxes paid to other states.
Income Exclusions	See retirement section & Schedule S for exclusions.
Income Deductions	If used standard deduction on federal must use standard deduction on state. Standard deductions are as follows: single and married filing separately- \$3000; married filing jointly- \$6000; head of household- \$4500. If elected itemized on federal may take the standard or itemized deduction.
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules.
Retirement Income	May exclude retirement pay from income. Part A on front of schedule S to exempt military retirement from KA tax.
Payments	Due 15 April 2003.
Notes	KS earned income credit for residents only. Also, food sales tax refund for resident taxpayers over age 55, or low-income taxpayers with dependents under age 18.

KENTUCKY

Kentucky Revenue Cabinet
Taxpayer Assistance
200 Fair Oaks Lane
Frankfort, KY 40620

General Information: (502) 564-4581  **Member of Federal/State E-file program**
Forms: (502) 564-4581 Web site: www.revenue.ky.gov
Refund status: (502) 564-1600 IRS Processing Center: ANDOVER, MA
E-filing tech support: (502) 564-6033 x4798 *[NOTE: This number for tax officers only!]*

E-File Information	NEW: Do NOT mail in Form 8453 any more. Must retain with all supporting documents for three years.
Who must file?	Full-year or part-year residents with gross income over \$5000 (single or married). Nonresidents must file if their gross income exceeds \$5000 AND they have any amount of Kentucky income.
What forms to file?	Full year residents: Form 740, 740S, or 740EZ. Use Schedule M to make KY adjustments to income. Part year and nonresidents: 740NP.
Requirements for Residency	Follows general residency requirements.
Exemptions	Kentucky uses a Personal Tax Credit of \$20 per person.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Spouses may file separately even if they filed joint federal return (may be beneficial where one spouse is a resident & the other a nonresident).
Income Exclusions	Taxpayers may exclude social security income.
Income Deductions	Taxpayers may itemize on KY return, even if they did not on Federal return. Standard deduction is \$1800 for all filers. If one spouse itemizes, so must the other. If filing a joint return, only one \$1800 deduction is authorized.
Capital Gains/Losses	Taxed as ordinary income (some KY-source gains are excluded).
Retirement Income	May exclude up to \$38,775 of retirement income, if retired after 31 Dec 1997. If retired before 1 Jan 1998, military pension is completely exempt. Schedule P may be required.
Payments	Due 15 April 2003.
Notes	Credits include low income tax credit, child and dependent care credit. Must pay KY Use Tax on items purchased out of state on which sales tax was not charged. See worksheet in General Instructions for Form 740.

LOUISIANA

Louisiana Department of Revenue
P.O. Box 201
Baton Rouge, LA 70821

General Information: (225) 219-0102
Forms: (225) 219-2133

 **Member of Federal/State E-file program**

Web site: www.rev.state.la.us/

IRS Processing Center: MEMPHIS, TN

Electronic Filing: (225) 219-2490[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Only residents may file electronically. Tax site retains LA 8453 and all supporting documents for three years.
Who must file?	All residents who were required to file a federal income tax return must also file a LA income tax return. Part year and nonresidents must file a LA return if they had ANY LA-source income.
What forms to file?	Residents file Form IT-540; Part year and nonresidents file Form IT-540B.
Requirements for Residency	Follows general residency rules.
Exemptions	Not taken on IT-540 (incorporated into tax table); \$1000 per person on IT-540B.
Military Pay	Follows federal rules.
Spouses and Community Property	Louisiana is a community property state. Must follow federal filing status election. Exception: If spouse is a non-resident, can file MFJ or MFS.
Income Exclusions	May exclude social security benefits from income.
Income Deductions	May deduct up 57.5% of federal itemized deductions or take standard deduction; see worksheet. Must follow federal election. May also deduct amount of federal income tax paid.
Capital Gains/Losses	Follows federal rules.
Retirement Income	May exclude federal government retirement benefits (including military retirement pay). Use Schedule E.
Payments	Due 15 May 2003.
Notes	Louisiana charges a use tax for items purchased out-of-state for use or consumption in Louisiana.

MAINE

Maine Revenue Services
24 State House Station
Augusta, ME 04333-0024

General Information: (207) 626-8475 **⚡ NOT A Member of Federal/State E-file program**
Forms: (207) 624-7894 Web site: www.state.me.us/revenue/
Practitioner Hotline: (207) 626-8485 IRS Processing Center: ANDOVER, MA
E-filing help desk: (207) 624-9730 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	Tax sites must mail 1040ME-EL, W-2s, 1099s, and other supporting documents to Maine Revenue Services, Augusta, Maine, 04332, to the following P.O. Boxes: 1040L Refund Returns to P.O. Box 9111; 1040L Non-refund Returns to P.O. Box 1067; 1040S Refund Returns to P.O. Box 9110; 1040S Non-refund Returns to P.O. Box 1066.
Who must file?	Residents are required to file if they were required to file a federal income tax return or taxpayer has have income that is subject to ME income tax and results in income tax liability. No need to file if 1) ME income taxable income is \$2000 or less 2) taxpayer claims himself as an exemption on his return and 3) taxpayer not subject to ME minimum tax. Non-residence must file with any ME income that results in ME tax liability. However, may not be required to file if 1) ME income is less than \$6,000 or 2) the number of days worked in ME is 20 or less.
What forms to file?	All taxpayers file 1040ME (or 1040S-ME); Part year and nonresidents file Schedule NR to calculate apportionment of Maine and non-Maine income.
Requirements for Residency	Follows general residency rules, with the addition that persons who maintain a permanent place of abode in ME for the entire year and spent a total of more than 183 days in ME; or domicile was ME for part of tax year and maintained a permanent place of abode in ME for rest of the eyar and also pent more than 183 days in ME.
Exemptions	Personal exemptions are \$2850 per person.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Where one spouse is a Maine resident and the other a nonresident, they may file separate Maine returns, even if filed joint federal return- use Schedule NRH. Spouses who file separate federal returns must file separate Maine returns in all circumstances.
Income Exclusions	May exclude social security benefits from income- use Schedule 1. See instructions.
Income Deductions	May itemize or take standard deduction. Taxpayers who itemize must use Schedule 2 to adjust federal itemized amounts; standard deduction amounts are as follows: single \$4700; HoH \$6,900; MFJ \$7,850; MFS \$3,925
Capital Gains/Losses	Taxed as ordinary income; follows federal rules.
Retirement Income	NEW: Military retirement pay is now fully deductible up to \$6000 with no adjustment for social security or railroad retirement benefits. For individuals receiving both military and non-military pension benefits, the total allowable deduction is \$6000. See worksheet on schedule 1.
Payments	Due 16 April 2003
Notes	N/A

MARYLAND

Comptroller of Maryland
Revenue Administration Division
80 Calvert Street
Annapolis, MD 21404

General Information: (410) 260-7980

Forms: see website

E-file help desk: (410) 260-7753

 **Member of Federal/State E-file program**

Web site: www.comp.state.md.us


or: www.marylandtaxes.com

IRS Processing Center: ANDOVER, MA

E-File Information	Tax site must retain copies of Form EL101 and all supporting documents for a period of three years.
Who must file?	Residents must file a return if they were required to file federal return or the following gross income levels are met: single, \$7,700; married filing jointly, \$13,850; married filing separately, \$3000; head of household, \$9,900; qualifying widow(er), \$10,850.
What forms to file?	Residents file Form 502 or 503. Nonresidents file Form 505.
Requirements for Residency	Follows general residency rules, with the addition that persons who live or maintain a home in Maryland for more than six months in a calendar year are considered Maryland residents for tax purposes. Part year residents are also considered residents for tax purposes.
Exemptions	Personal exemptions are \$2,400 per person.
Military Pay	If your military pay is less than \$30,000, you may exclude up to \$15,000 of military pay received while on active duty outside of the US or its possessions. See worksheet to calculate.
Spouses and Community Property	Not a community property state. If one spouse is a resident & the other a non-resident, may file separate MD return, even if filed joint federal return.
Income Exclusions	Taxpayers may exclude social security income. Also, MD has a Two-Income Married Couple Subtraction, which allows a deduction of up to \$1200 if both spouses have any income subject to MD tax and file a joint return.
Income Deductions	Spouses filing separately in MD need not choose same method (i.e. one can itemize & the other can still take standard deduction). The standard deduction is based upon a percentage of your MD AGI. See standard deduction worksheet to calculate the deduction.
Capital Gains/Losses	Taxed as ordinary income; follows federal rules.
Retirement Income	Taxpayers who are over age 65, or who are disabled, may exclude up to \$17,300 of military pension income. See instructions for worksheet. ALSO- Taxpayers who are over age 55, whose federal AGI is less than \$22,500, and who were enlisted in the military at the time of retirement, may exclude up to \$2500 of military retired pay- please see instructions for more information.
Payments	Due 15 April 2003.
Notes	Maximum state tax rate reduced from 4.8% to 4.75%

MASSACHUSETTS

PO Box 7011
Boston, MA 02204

General Information: (617) 887-MDOR  **NOT A Member of Federal/State E-file program**
Forms: (617) 887-MDOR Web site: www.dor.state.ma.us
IRS Processing Center: ANDOVER, MA
Electronic Filing: (617) 887-5016[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Tax site retains M-8453 and all supporting documents for three years.
Who must file?	Full year and part year residents of MA who earned more than \$8000 must file a tax return. Nonresidents who had MA income in excess of the following must file a MA return: single, \$3300; head of household, \$5100; married filing jointly, \$6600.
What forms to file?	Full year residents file Form 1. Part Year and Nonresidents file Form 1 NR/PY.
Requirements for Residency	Follows general residency requirements. In addition, someone who spends more than 183 days in MA during the tax year is considered a resident for tax purposes.
Exemptions	Personal exemptions are as follows: \$3300 for single taxpayers (including married filing separately); \$5100 for head of household; \$6600 for married filing jointly. In addition, taxpayers may claim \$1000 for each dependent.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. May file either jointly or separately- need not follow federal status.
Income Exclusions	Social Security income may be excluded.
Income Deductions	No standard deduction. MA has a system of itemized deductions, including a deduction of amounts paid to FICA, up to \$2000, a rental deduction of 50% of rent paid up to \$3000- please see instructions.
Capital Gains/Losses	Capital gains received before 1 May 2002 are taxed on a sliding schedule, according to amount of time held: gains held more than one but less than two- 5%; more than two but less than three- 4%; more than three but less than four-3%; more than four but less than five- 2%; more than five years- 1%. Capital Gains received after 1 May 2002 are taxed at a single rate of 5.3%. Items must have been held for more than one year.
Retirement Income	Military pensions may be excluded from income.
Payments	Due 15 April 2003.
Notes	N/A

MICHIGAN

Michigan Department of Treasury
Treasury Building
Lansing, MI 48956

General Information: (800) 487-7000	Member of Federal/State E-file program
Forms: (800) 367-6263	Web site: www.treas.state.mi.us
Refund Status: (800) 827-4000	IRS Processing Center: ANDOVER, MA
Electronic Filing: (517) 373-0614 <i>[NOTE: This number for tax officers only- not for taxpayers!]</i>	

E-File Information	All taxpayers may use e-file, regardless of residency status. Tax sites must retain MI 8453 and all supporting documents on file for four years. Mail paper copies of rejected returns with a refund or zero balance to: Michigan Department of Treasury, P.O. Box 30726, Lansing, MI 48909. Mail paper copies of returns with a balance due to the above address, but change the P.O. Box to 30727.
Who must file?	All residents must file if their AGI exceeds their exemption allowance. Part year and nonresidents must file if they have any gross MI income.
What forms to file?	All taxpayers file MI-1040 (full year residents can also file 1040EZ). Part year and nonresidents use Schedule NR to apportion income.
Requirements for Residency	Follows general residency requirements.
Exemptions	Personal allowances are \$3000 per person.
Military Pay	May be excluded from income- use Schedule 1 line 9.
Spouses and Community Property	Not a community property state. Must file joint state return if filed a joint federal return- BUT if filed separate federal return, may choose either status for MI return.
Income Exclusions	May exclude income from social security.
Income Deductions	Taxpayers age 65 and over may deduct interest, dividends, and capital gains up to the following amounts: \$8273 if single, \$16545 if filing jointly- see instructions. No standard deduction.
Capital Gains/Losses	Taxed as ordinary income, follows federal rules.
Retirement Income	May exclude income from military pension. (Schedule 1 Line 12) Benefits from private pension systems or an IRA are deductible to a maximum of \$37,110 for a single filer or \$74,220 for joint filers.
Payments	Due 15 April 2003.
Notes	MI charges a use tax on goods bought out of state on which no sales tax was paid. Tax credit for taxes or rent paid on MI homestead- see instructions. NEW Direct Deposit option for paying taxes. See web site for more details.

MINNESOTA

Minnesota Department of Revenue
Individual Income Tax Division
Mail Station 5510
St. Paul, MN 55146-5510

General Information: (651) 296-3781

Forms: see website

 **Not A Member of Federal/State E-file program**

Web site: www.taxes.state.mn.us

IRS Processing Center: AUTSTIN, TX

Electronic Filing: (651) 296-2153[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Minnesota does not use a signature document- tax site must retain all supporting documents on file for one year.
Who must file?	Full year residents who are required to file a federal return must also file a MN return. Part year and nonresidents must file a MN return if they have MN gross income over \$7,700.
What forms to file?	All taxpayers file Form M-1; Part year and nonresidents also file Schedule NR.
Requirements for Residency	Follows general residency requirements, with the addition that those who spend more than 183 days in the state, and maintain a place of abode in MN, are considered residents for tax purposes.
Exemptions	MN uses same amounts as federal return.
Military Pay	Active Duty MN residents stationed outside of MN are considered non-residents for period of time spent outside of the state for tax purposes provided that they have no homestead property in MN.
Spouses and Community Property	Not a community property state. Must follow federal filing status on MN return.
Income Exclusions	Follows federal rules.
Income Deductions	MN uses same amounts as federal return; if taxpayer itemized on federal return, must add back state tax deduction. If taxpayer elected to use the standard deduction and he/she had over \$500 in charitable deductions, he/she maybe able to reduce their taxable income. See page 12 of the instructions for more info.
Capital Gains/Losses	Follows federal rules.
Retirement Income	Taxable; follows federal rules.
Payments	Due 15 April 2003
Notes	MN charges a use tax for items purchased out of state. Marriage credit, child/dependent care credit, education credits- see instructions.

MISSISSIPPI

Mississippi Tax Commission
P.O. Box 1033
Jackson, MS 39215-1033

General Information: (601) 923-7000
Forms: (601) 923-7815
Refund Status: (601) 923-7801
Electronic Filing: (601) 923-7040

 **Member of Federal/State E-file program**


Web site: www.mstc.state.ms.us

IRS Processing Center: MEMPHIS, TN

E-File Information	Tax sites must retain MS 8453 and all supporting documents for three years.
Who must file?	Residents must file a MS tax return if their income exceeds the following amounts: single, \$8300; married filing jointly, \$16600. Part year and nonresidents must file if they have any MS income.
What forms to file?	Full year residents file Form 80-105; Part year and nonresidents file Form 80-205.
Requirements for Residency	Follows general residency requirements.
Exemptions	Personal exemptions: \$12,000 for married couples, \$6000 for single filers, \$8000 for head of household. Additional exemption of \$1500 for each dependent.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Where one spouse is a resident and the other a nonresident, must file Form 80-205 when filing jointly or on a combined return. Need not follow federal status election- choose method (joint, combined, or separate) which allows lowest amount of tax.
Income Exclusions	May exclude social security income.
Income Deductions	May choose to itemize or take standard deduction, regardless of federal election. Standard deductions are as follows: \$4600 for married couples; \$2300 for singles and MFS, \$3400 for head of household.
Capital Gains/Losses	Follows federal rules.
Retirement Income	May exclude military retirement pay.
Payments	Due 15 April 2003.
Notes	No foreign income exclusion.

MISSOURI


Missouri Department of Revenue
P.O. Box 2200
Jefferson City, MO 65105

General Information: (573) 751-3505  **Member of Federal/State E-file program**
Forms: (573) 751-5337 Web site: www.dor.state.mo.us
Refund Status: (800) 411-8524 IRS Processing Center: AUSTIN, TX
Electronic Filing: (573) 522-4300 [NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Tax sites must retain MO 8453 and all supporting documents for three years. Mail paper copies of rejected returns to: Missouri Department of Revenue, Missouri Electronic Filing, P.O. Box 371, Jefferson City, MO, 65105.
Who must file?	Residents must file if their MO AGI is \$1200 or more. Non-residents must file if their MO sourced income is \$600 or more.
What forms to file?	All taxpayers may use long form, MO 1040. Some may use short forms 1040-A, 1040-B, and 1040-C (for nonresidents). To apportion income between MO and other states, use MO-NRI for nonresidents or part year residents filing as nonresidents.
Requirements for Residency	Follows general residency rules with the addition that anyone who spent more than 183 days in MO is considered a resident. Additionally, MO will consider someone a non-resident if they were domiciled in mo but didn't maintain permanent residence in MO and spent 30 days or less of the taxable year in MO.
Exemptions	\$1200 per dependent
Military Pay	If a MO resident, but not stationed in MO, no residence in MO is maintained, and not present in MO for more than 30 days, military pay may be excluded. This rule does not apply if the military member's spouse is domiciled in MO. Otherwise, follows federal rules.
Spouses and Community Property	Not a community property state. Must follow federal filing status election. Joint federal filers file a "combined" MO return on which each spouse reports own income.
Income Exclusions	May deduct federal tax paid, up to \$5000 (\$10,000 for married filing jointly).
Income Deductions	If itemized on federal return may itemize or take standard deduction. If required to itemize on federal return then taxpayer must itemize on MO return. If taxpayer took standard deduction on federal then he must take standard on MO. Standard deductions are \$4700 for single, \$7850 for MFJ/QW, \$6900 for HoH, \$3925 for MFS.
Capital Gains/Losses	Follows federal rules.
Retirement Income	May exclude up to \$6000 of military retirement pay if income does not exceed the following amounts: \$25,000 for single, QW, and HoH; \$32,000 for MFJ and \$16,000 for MFS. If taxpayer is above these amounts he may still be able to qualify for partial exemption. Use Form MO-A, Part 3.
Payments	Due 15 April 2003
Notes	n/a

MONTANA

Montana Department of Revenue
P.O. Box 5805
Helena, MT 59604

General Information: (406) 444-6900  **Member of Federal/State E-file program**
Forms: (406) 444-6900 Web site: www.state.mt.us/revenue/
Refund: (406) 444-9840 IRS Processing Center: AUSTIN, TX
Electronic Filing: (406) 444-3627 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	Tax sites should give MT 8453 and all supporting documents to clients for safekeeping (they should hold for five years); do not mail the MT 8453 to the state. If a return is rejected by Montana, please call Mr. David Berg at (406) 444-6957 to receive instructions for disposition.
Who must file?	Residents with federal income exceeding the following amounts must file: married filing jointly, \$6530; all others, \$3265. Part year and nonresidents must file if they have any Montana income, and their federal gross income exceeds the above amounts.
What forms to file?	All taxpayers may use Form 2. Full year residents may use short form, Form 2S.
Requirements for Residency	Follows general residency requirements.
Exemptions	Personal exemptions are \$1740 per person.
Military Pay	Military pay received under Title 10 is excluded from taxable income. Must attach copy of orders. Separation pay is not considered a "wage" and will be taxed. (Form 2 Line 34)
Spouses and Community Property	Not a community property state. When one spouse is a resident and the other a non-resident, must use "married filing separately" status.
Income Exclusions	Complete social security worksheet to see if any social security payments are excludable. (Worksheet on page 15 of instructions booklet)
Income Deductions	May itemize, using Form 2A, or may take standard deduction. Spouses filing separately must choose same method. Standard deduction based on income- use worksheet V on page 13 of instructions booklet.
Capital Gains/Losses	Follows federal rules.
Retirement Income	May exclude up to \$3600 of retirement pay- phased out over \$30,000 gross income. Please see instructions.
Payments	Due 15 April 2003.
Notes	N/A

NEBRASKA

Department of Revenue
301 Centennial Mall South
P.O. Box 94818
Lincoln, NE 68509-4818

General Information: (800) 742-7474

Forms: see website

Refund Status: (402) 471-5729

E-file help desk: (402) 471-5619

 **Member of Federal/State E-file program**

Web site: www.rev.state.ne.us

IRS Processing Center: AUSTIN, TX

[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Tax site must retain 8453N and all supporting documents for a period of three years. Mail paper copies and relevant documentation from rejected returns to: Nebraska Department of Revenue, c/o Electronic Commerce Section, P.O. Box 94650, Lincoln, Nebraska 68509-4650.
Who must file?	Residents must file if they were required to file a federal return, or if they have more than \$5000 in Nebraska adjustments to federal income. Nonresidents must file if they had any Nebraska income.
What forms to file?	All taxpayers may use Form 1040N. Full year residents may use short form, 1040NS.
Requirements for Residency	Follows general residency rules, except that persons present in the state for more than six months are part-year residents for tax purposes.
Exemptions	Nebraska uses a Personal Tax Credit of \$97 per person.
Military Pay	Taxed as ordinary income. Follows federal rules.
Spouses and Community Property	Not a community property state. Must use same filing status as federal return unless the one spouse is a non-resident. In this case if they file federal MFJ they may choose between filing MFJ or MFS.
Income Exclusions	n/a
Income Deductions	Follows federal rules and uses federal amounts for both itemization and standard deduction.
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules.
Retirement Income	Taxed as ordinary income. Follows federal rules.
Payments	Due 15 April 2003
Notes	N/A

NEW JERSEY

New Jersey Division of Taxation

P.O. Box 240

Trenton, NJ 08695-0240

General Information: (609) 292-6400

 **Member of Federal/State E-file program**

Forms: (800) 323-4400

Web site: www.state.nj.us/treasury/taxation/

Military Questions: (609) 292-6400

IRS Processing Center: ANDOVER, MA

Electronic Filing: (609) 633-1132 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	E-filing for full year residents only. Mail NJ 8453 and all supporting documents to: New Jersey Division of Revenue, ERO/Image Processing, PO Box 242, Trenton, NJ 08646-0242. For rejected returns, phone (609) 633-1132 for information on disposition.
Who must file?	Full year residents must file if they received gross income over the following amounts: \$10,000 for single or married filing separately filers and \$20,000 for all others. Part year and nonresidents must file if they meet the above income requirements and they had any NJ-source income.
What forms to file?	Full year and part year residents file Form NJ-1040 or NJ-1040EZ; nonresidents file Form NJ-1040NR. Part-year residents who had NJ income while a nonresident of NJ may have to file both forms.
Requirements for Residency	Follows general residency requirements with the addition that persons who spend more than 183 days in NJ may be considered residents for tax purposes (does not apply to military). Also, a resident may be considered a nonresident of NJ for tax purposes if: she did not maintain a permanent home in NJ; she DID maintain a permanent home outside of NJ; and, she did not spend more than 30 days in NJ.
Exemptions	Personal exemptions are \$1000 per adult, and \$1500 per dependent. Prorate these amounts if part-year resident.
Military Pay	Follows federal rules; may be exempt if member meets "nonresident" qualification, detailed above.
Spouses and Community Property	Not a community property state. Spouse of military member may retain original state residence, even if the family is stationed in NJ. Must follow federal filing status election, UNLESS one spouse is a resident and the other a nonresident. In that case, may file separately.
Income Exclusions	May exclude social security income, New Jersey lottery winnings.
Income Deductions	No standard deduction; may deduct medical expenses "above the line."
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules on sale of principal residence. Cannot report a net loss on NJ return; a loss in one category can only apply against other income within the same category. Therefore, a loss will equal a "zero" entry on the NJ-1040.
Retirement Income	may exclude military retired pay does not apply to civil service pensions or annuities.
Payments	Due 15 April 2003. Mail payment vouchers from e-filed returns to: State of New Jersey, Division of Taxation, Revenue Processing Center, PO BOX 111, Trenton NJ, 08645-0111.
Notes	No foreign earned income exclusion in NJ. Property tax credit for homeowners and renters.

NEW MEXICO

Taxation and Revenue Department
1100 S. St. Francis Drive
P.O. Box 630
Santa Fe, NM 87504-0630

General Information: (505) 827-0822

Forms: see web site

 **Member of Federal/State E-file program**

Web site: www.state.nm.us/tax/

IRS Processing Center: AUSTIN, TX

Electronic Filing: (505) 827-0827 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	Tax sites must retain PIT-8453 and all supporting documents for three years.
Who must file?	Full year residents who have to file a federal return must file a New Mexico return. Part year and nonresidents who have any NM-source income must also file a return.
What forms to file?	All taxpayers file Form PIT-1. May also need PIT-ADJ to figure additions to income and deductions. Part year and nonresidents must also file Schedule PIT-B to apportion their income.
Requirements for Residency	Follows general residency rules.
Exemptions	NM uses amounts from federal return.
Military Pay	Follows federal rules.
Spouses and Community Property	New Mexico is a community property state. Must use same filing status as on federal return. If separate returns are filed, must include copy of federal return and letter explaining the division of income.
Income Exclusions	see Schedule PIT-ADJ.
Income Deductions	Must follow federal election- use amounts from federal return for both itemized deductions and standard deductions. May also claim medical expenses if choosing standard deduction- see instructions for sliding scale of amounts to be claimed.
Capital Gains/Losses	May deduct up to \$1000 of capital gains- see Schedule PIT-ADJ. Otherwise, capital gains are taxed as ordinary income, and follow federal rules.
Retirement Income	Taxpayers over age 65 or who are blind may be able to deduct a portion of their retirement income, based on gross income and filing status. See Schedule PIT-ADJ.
Payments	Due 15 April 2003.
Notes	n/a

NEW YORK

NYS Tax Department
Taxpayer Assistance Bureau
W.A. Harriman Campus
Albany, NY 12227

General Information: (800) 225-5829

Forms: (800) 462-8100

Refund Status: (800) 443-3200

E-File Refund Status: (800) 353-0708

Electronic Filing: (518) 457-7296 *[NOTE: This number for tax officers only- not for taxpayers!]*

 **Member of Federal/State E-file program**

Web site: www.tax.state.ny.us

IRS Processing Center: ANDOVER, MA

E-File Information	Tax sites must mail IT-201-E plus any W-2, IT-2102, W2-G, 1099-R, IT-2102-P, and other required documents, within one week of receiving acceptance, to: NYS Department of Taxation and Finance, Electronic Filing Program-Income Tax, P.O. Box 5400, Albany, NY 12205-0400. NOTE: IT 200 and IT201 maybe filed using Fed/State system. IT203 may only be filed using the direct e-file system.
Who must file?	Residents who are required to file federal income tax returns must file a New York return. In addition, residents with gross incomes over \$4000 must file a NY return. Part year and nonresidents must file if they received ANY NY-source income.
What forms to file?	Full year residents file on short forms IT-100 or IT-200, or long form IT-201. Part year and nonresidents file Form IT-203.
Requirements for Residency	Follows general residency rules, except for a special nonresident status for individuals who: did not maintain any permanent place of abode in NY during the year; DID maintain a permanent place of abode outside NY during the entire taxable year [NOTE: there is some controversy over this provision; for the moment a BEQ or BOQ room without cooking or toilet facilities or a shipboard berth are NOT considered a permanent place of abode. The Armed Forced Tax Council is working to change this.]; and spent 30 days or less in NY during the taxable year.
Exemptions	No personal exemptions for taxpayer or spouse; for dependents, exemptions are \$1000 each. See worksheet on page 10 of IT 200 instruction booklet
Military Pay	For residents who meet the special nonresident status described above, military pay is not taxable. For all others, it is taxed as ordinary income; follows federal rules. See NY Pub 361 for more info.
Spouses and Community Property	Not a community property state. Must use same filing status as federal return except when one spouse is a resident and the other a part year or nonresident, should file separate NY returns even if they filed joint federal return (unless nonresident spouse wished to subject his or her income to NY state tax).
Income Exclusions	n/a
Income Deductions	If taxpayer took standard deduction on federal return, must take standard NY deduction. If taxpayer itemized on federal return, may choose larger of NY standard deduction or federal itemized deduction. NY standard deductions are: single, \$7500; married filing jointly or qualifying widow(er), \$14,200; married filing separately, \$6500; head of household, \$10,500.
Capital Gains/Losses	Taxed as ordinary income; follows federal rules.
Retirement Income	May subtract military retired pay from gross income (use Line 25, Form IT-201).
Payments	Due 15 April 2003.
Notes	N/A

NORTH CAROLINA

NC Department of Revenue
P.O. Box 25000
Raleigh, NC 27640

General Information: (919) 733-4684

Forms: (919) 715-0397

Status of Refund: (919) 733-4682

Electronic Filing: (919) 733-1674

 **Member of Federal/State E-file program**

Web site: www.dor.state.nc.us

IRS Processing Center: MEMPHIS, TN

[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Tax sites must retain NC-8453 and all supporting documents for three years. Do not mail in forms.
Who must file?	Full year residents who received income in excess of the following amounts: \$5500 for single; \$10,000 for married filing jointly; \$2500 for married filing separately; \$6900 for head of household; \$7500 for qualifying widow(er). Part year and nonresidents who received ANY North Carolina income must also file.
What forms to file?	All taxpayers may use Form D-400
Requirements for Residency	Follows general residency rules, with the addition that a person spending more than 183 days in North Carolina is presumed to be a resident for tax purposes (does not apply to military members).
Exemptions	Must increase income by amount federal exemptions exceed NC exemptions- use worksheets in instructions for line 34 on page 9.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Must follow federal filing status election, unless only one spouse is a resident or has NC income- in that case, file separately (must attach dummy federal return showing separate income, or NC Schedule showing separate income).
Income Exclusions	May exclude social security income.
Income Deductions	Single \$3000; MFS \$2,500; MFJ \$5,000; QW \$5,000; HoH \$4,400. Usually results in an increase to income! NC amounts are lower than federal amounts- must use chart in instructions to figure amount to add to NC income. See instructions for Lines 39-45
Capital Gains/Losses	Follows federal rules; NC taxable income automatically includes federally taxed capital gains.
Retirement Income	For taxpayers with five years of creditable service in the military as of 12 August 1989, may deduct all military retired pay. Others may deduct up to \$4000 of retirement income- please see instruction sfor more information.
Payments	Due 15 April 2003
Notes	Form D-400EZ has been discontinued.

NORTH DAKOTA


ND State Tax Commissioner
600 E. Boulevard Ave.
Bismarck, ND 58505-0599

General Information: (701) 328-2770	Member of Federal/State E-file program
Forms: (701) 328-3017	Web site: www.state.nd.us/taxdpt/
Refund Status: (701) 328-3450	IRS Processing Center: AUSTIN, TX
Electronic Filing: (701) 328-3598	<i>[NOTE: This number for tax officers only- not for taxpayers!]</i>

E-File Information	Tax site must retain Form ND-1EF and state copies of W-2, W-2G, and 1099 R's for three years. If ND-1CR is e-file must mail to ND Office of State Commissioner a copy of signed ND-EF, state copies of W-2, W-2G, and 1099R, and copies of other state's income tax being claimed on schedule ND-1-CR. NOTE: ND-2 can not be e-filed.
Who must file?	Full year residents are required to file a ND return if they are required to file a federal return. Part year and nonresidents must file if they are required to file a federal return and have ANY ND gross income.
What forms to file?	Residents may file ND-1 (short form) or ND-2 (long form). ND-1 should rarely be used as it has higher tax rates than the short form. Part year residents and non-residents file ND-1NR
Requirements for Residency	Follows general rules with the addition that if a person spends more than 210 days in ND and has a permanent place of bode they are considered a ND resident. Permanent place of abode means a place with a bathroom and cooking facilities. (this does not apply to AD military)
Exemptions	Follows federal rules.
Military Pay	Taxable to same extent as on Federal Return
Spouses and Community Property	Not a community property state. Special filing rules apply where one spouse is a resident and the other a nonresident- they must file separate returns.
Income Exclusions	Follows Federal Rules
Income Deductions	Follows Federal Rules
Capital Gains/Losses	30% of net long term capital gains may be excluded
Retirement Income	Follows Federal Rules
Payments	Due 15 April 2003
Notes	ND has a use tax for items purchased outside of the state. ND has new tax rates for this year. ND now allows for payment by credit cards.

OHIO


Taxpayer Services Division
830 Freeway Drive North
Columbus, OH 43229

General Information: (800) 282-1780  **Member of Federal/State E-file program**
Forms: (800) 282-1782 Web site: www.state.oh.us/tax/
Refund Status: See Web Site IRS Processing Center: ANDOVER, MA
Electronic Filing: (614) 433-7333 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	Ohio uses Federal 8453 as signature document. Tax site should NOT send any documents to the state; rather, taxpayer should keep all documents for four years.
Who must file?	Full year and part year residents must file if their gross income exceeds the following amounts: \$7699 for married filing jointly; \$4099 for all others. Nonresidents must file if they have any Ohio income.
What forms to file?	All taxpayers use IT-1040 (1040EZ for full year residents only).
Requirements for Residency	Follows general residency rules.
Exemptions	\$1,200 personal exemption per person with an additional Personal credit of \$20 each.
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Must follow filing status elected on federal return. Use joint filing credit, if applicable.
Income Exclusions	May exclude social security income.
Income Deductions	No standard or itemized deductions.
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules.
Retirement Income	Ohio gives a Retirement Income Credit, up to \$200, when a taxpayer receives retirement income- sliding scale according to income. See instructions page 20.
Payments	Due 15 April 2003
Notes	Joint Filing Credit for spouses filing jointly where each spouse has OH earned income of at least \$500- please see instructions for more information pages 10 & 12.

OKLAHOMA

Taxpayer Assistance Division
2501 N. Lincoln Blvd.
Oklahoma City, OK 73194


General Information: (405) 521-3160  **Member of Federal/State E-file program**
Forms: (405) 521-3108 Web site: www.oktax.state.ok.us
Electronic Filing: (405) 521-3124 *[NOTE: This number for tax officers only- not for taxpayers!]*
IRS Processing Center: AUSTIN, TX

E-File Information	Tax sites must retain 511-EF and all supporting documents for three years. Mail paper copies of rejected returns to: Oklahoma Tax Commission, Electronic Filing/Refund Section, P.O. Box 26890, Oklahoma City, OK 73126-0890.
Who must file?	Residents who are required to file Federal returns must also file an OK return. Part year and nonresidents must file if they have \$1000 or more of OK income.
What forms to file?	Residents file Form 511; Part year and nonresidents file 511NR.
Requirements for Residency	Follows general residency rules. Allows spouse of military member to retain original residency (need not become OK resident).
Exemptions	Personal exemptions are \$1000 each.
Military Pay	Military members may exclude first \$1500 of their active military pay (including National Guard and Reserve Pay). Form 511-C line 1
Spouses and Community Property	Not a community property state. Allows spouse of military member to retain original residency (need not become OK resident). Filing status must match federal return
Income Exclusions	Social security income may be excluded.
Income Deductions	Must follow federal election; standard deduction is based on sliding scale, between \$1000 and \$2000 (except for married filing separately, which has max of \$1000). Calculated on form 511 line 7.
Capital Gains/Losses	Taxed as ordinary income.
Retirement Income	Taxpayers may exclude up to \$5500 of military pension income. Form 511A-Line 3
Payments	Due 15 April 2003.
Notes	Sales tax refund for full-year residents with low incomes or who are over age 65.

OREGON

Oregon Revenue Bldg.
Tax Help, Room 135
955 Center St. NE
Salem, OR 97301


General Information: (503) 378-4988
Forms: (503) 378-4988
Electronic Filing: (503) 378-4988

 **Member of Federal/State E-file program**
Web site: www.dor.state.or.us
IRS Processing Center: AUSTIN, TX

E-File Information	Tax sites must retain copies of Form EF and all supporting documents for 3 years.
Who must file?	Full year residents must file if their gross income exceeds the following amounts: \$4,430 for single filers; \$5,540 for head of household, \$8,850 for married filing jointly; \$4,450 for married filing separately; \$5840 for qualifying widow(er). Part year or nonresidents of Oregon should file if they had ANY Oregon-source income.
What forms to file?	Full year residents file Form 40 or 40S; Part year residents file Form 40P; Nonresidents file Form 40N.
Requirements for Residency	Follows general residency requirements, with the addition that anyone who spends more than 200 days in OR is considered a resident. An additional category of "special-case Oregon residents"- residents who are considered nonresidents if the following three criteria are met: Oregon resident who maintained a permanent home outside Oregon the entire year; no home was kept in Oregon during the year; less than 31 days were spent in Oregon during the year.
Exemptions	Oregon uses personal exemption credits, of \$145 per person.
Military Pay	May deduct military active duty pay earned outside Oregon, plus up to \$3000 of active duty pay earned in Oregon. May be non-taxable if satisfy the special residency requirements above.
Spouses and Community Property	Not a community property state. Should file federal filing status election, unless spouses have different residency statuses. In that case, may file separately or jointly: if one spouse is a resident and the other a part year resident, may file jointly on Form 40P; if one spouse is a resident and the other a nonresident, may file jointly on Form 40N; if one spouse is a part year resident and the other a nonresident, may file jointly on Form 40N.
Income Exclusions	May exclude social security income and OR lottery winnings up to \$600.
Income Deductions	May choose to itemize or take standard deduction; need not follow federal election. Use Oregon Schedule A if federal standard deduction was taken. Standard deductions are as follows: single, \$1640; married filing jointly and qualifying widow(er), \$3280; married filing separately, \$1640; head of household, \$2640. May deduct federal tax liability, up to \$3000 (see instructions).
Capital Gains/Losses	Taxed as ordinary income; follows federal rules.
Retirement Income	Taxpayers may be able to deduct some or all of their military retired pay, based on this formula: (months of service before 1 Oct 01/total months of service) * (federal pension amount included in federal income). House hold income must be less than \$22,500. Also, retirement income credit may apply if age 62 or over. See instructions page 40.
Payments	Due 15 April 2003
Notes	May use direct deposit to pay taxes. See web site for more information. New payment coupon see page 37 of the instructions.

PENNSYLVANIA
Bureau of Individual Taxes
Taxpayer Inquiry Unit
5th Floor, Strawberry Square
Harrisburg, PA 17128

General Information: (888) 728-2937
Forms: (888) 728-2937
Electronic Filing: See web site

 **Member of Federal/State E-file program**
web site: www.revenue.state.pa.us
IRS Processing Center: ANDOVER, MA

E-File Information	Tax site retains PA-8453 and all supporting documents for three years. Paper copies of rejected returns should be mailed to: PA Department of Revenue, Bureau of Individual Taxes, Department 280507, Harrisburg, PA 17128-0507. Can not E-file PA-1040EZ
Who must file?	Anyone who received more than \$35 gross PA taxable income.
What forms to file?	All taxpayers may use Form PA-40; full year residents may also use PA-40EZ. Part year and nonresidents file Schedule NRH to apportion income.
Requirements for Residency	Follows general residency rules, with the addition of a special "nonresident" category. An individual falls within that category if the following three requirements are met: The individual is absent from PA for a total of more than 335 days (midnight to midnight) of the taxable year; the individual maintains a permanent place of abode elsewhere for the entire taxable year; and the individual maintains no permanent place of abode in Pennsylvania at any time during the taxable year.
Exemptions	No personal exemptions.
Military Pay	Active duty military pay earned outside PA by PA residents is not taxable; military pay earned in PA by PA residents IS taxable. Otherwise, follows federal rules. Attach copy of orders to prove that pay was earned outside PA.
Spouses and Community Property	Not a community property state. May choose to file jointly or separately; may be advantageous where one spouse is a resident and the other a nonresident.
Income Exclusions	May exclude social security income.
Income Deductions	No itemized or standard deductions.
Capital Gains/Losses	Taxed as ordinary income; may not offset income in one PA income class with a loss in any other PA income class. A loss is recorded as a "zero" entry. Follows federal rules on sale of principal residence.
Retirement Income	May exclude military retired pay.
Payments	Due 15 April 2003
Notes	n/a

RHODE ISLAND

Rhode Island Division of Taxation
One Capitol Hill
Providence, RI 02908

General Information: (401) 222-3911
Forms: (401) 222-1111

☛ **Member of Federal/State E-file program**

Web site: www.tax.state.ri.us

IRS Processing Center: ANDOVER, MA

Electronic Filing: (401) 222-2263 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	NEW: VITA sites no longer need to use form RI 8453
Who must file?	Full year residents must file if they were required to file a federal income tax return. Part year and nonresidents must file if they were required to file a federal income tax return, and if they had any RI-source income.
What forms to file?	Residents file RI-1040 or RI-1040EZ. Part year and nonresidents file RI-1040NR.
Requirements for Residency	Follows general residency requirements, with the addition that an individual who spends more than 183 days in RI and maintains a permanent home in RI is considered a resident for tax purposes.
Exemptions	N/A
Military Pay	Follows federal rules.
Spouses and Community Property	Not a community property state. Where one spouse is a resident and the other a nonresident, a separate tax return may be filed. In that case, must create a dummy federal return to divide the income of spouses.
Income Exclusions	Follows federal rules.
Income Deductions	Return automatically incorporates federal deduction, whether itemized or standard.
Capital Gains/Losses	Follows federal rules.
Retirement Income	Taxable; follows federal rules.
Payments	Due 15 April 2003.
Notes	N/A

SOUTH CAROLINA

South Carolina Department of Revenue
P.O. Box 125
Columbia, SC 29214

General Information: (800) 763-1295	Member of Federal/State E-file program
Forms: (800) 768-3676	Web site: www.sctax.org
Refund Status: (803) 898-5300	IRS Processing Center: ANDOVER, MA
Electronic Filing: (803) 898-5405	<i>[NOTE: This number for tax officers only- not for taxpayers!]</i>

E-File Information	Tax sites must retain SC8453 and all supporting documents on file for three years. Do not mail documents to the state unless specifically requested.
Who must file?	Residents who were required to file a federal income tax return must file a South Carolina return. Part year or nonresidents with any South Carolina-source income must file a South Carolina return.
What forms to file?	All taxpayers must use SC1040. Full year residents may also use SC1040A. Part year and nonresidents file Schedule NR in addition to SC1040.
Requirements for Residency	Follows general residency rules.
Exemptions	SC1040 automatically takes federal exemption amounts. SC allows an additional \$3000 for each dependent who is under the age of six.
Military Pay	Taxable; follows federal rules. Reserve and National Guard pay may be excluded see line 43.
Spouses and Community Property	Not a community property state. Must follow federal filing status election- if filed joint federal return, must file joint SC return, even if one spouse is a nonresident (in that case, use Schedule NR).
Income Exclusions	May excluded social security income
Income Deductions	SC1040 automatically takes federal deduction amounts; must add-in amounts deducted for state tax and other items if deductions are itemized.
Capital Gains/Losses	May exclude 44% of gain from capital assets held for one year or more. Remainder is taxed as ordinary income; follows federal rules.
Retirement Income	Taxpayers under age 65 who are receiving military retired pay may deduct up to \$3000 of this pay from their income; taxpayers over age 65 may deduct up to \$10,000 of such pay. These rules also apply to spouses who are receiving SBP. See line 46 Part 1
Payments	Due 15 April 2003.
Notes	Two wage earner credit for dual income couples see line 7 form 1040.

UTAH

Utah State Tax Commission
210 N. 1950 West
Salt Lake City, Utah 84134

General Information: (801) 297.2200

Forms: (800) 662-4335 ext 6700

E-file help desk:

(801) 297-7575 [NOTE: This number for tax officers only- not for taxpayers!]


 **Member of Federal/State E-file program**

Web site: www.tax.ex.state.ut.us

IRS Processing Center: AUSTIN, TX

E-File Information	Tax sites must maintain TC 8453 and all supporting documents for a period of 3 years. Exception, you must mail in TC8453 if you used the state only option to file the Utah return.
Who must file?	Any resident who was required to file a federal return must file a Utah return; any part-year or nonresident who had Utah-source income must file a Utah return. In addition, residents whose income exceeded the following amounts must file: single, \$7,700; head of household, \$9,900; married filing jointly, \$13,850; married filing separately, \$3,000.
What forms to file?	All taxpayers may use Form TC-40. Part year and nonresidents use TC-40A, Part 3, to apportion Utah income.
Requirements for Residency	Follows general residency rules, with the addition that an individual who spends 183 days or more in Utah and maintains a permanent place of abode with in the state is considered a Utah resident for tax purposes (does not apply to military members or their spouses).
Exemptions	Personal exemptions are \$2,250 per person.
Military Pay	Taxable; follows federal rules.
Spouses and Community Property	Not a community property state. Where one spouse is a resident and the other a nonresident, may file separate Utah returns, even if joint federal return was filed (see "special instructions" for more information). See page 4 of the general instruction booklet
Income Exclusions	n/a
Income Deductions	May itemize or take standard deduction, but must follow federal election. Standard deduction amounts are the same as federal amounts. May also deduct half of amount paid in federal tax and amounts paid for health care insurance.
Capital Gains/Losses	Follows federal rules.
Retirement Income	Taxpayers over age 65 may deduct up to \$7500 of retirement income. Taxpayers under age 65 may deduct up to \$4800 of retirement income. Income phase-outs apply; see instructions. Use TC-40A. NOTE: 401K and 457 plans do not qualify for the under 65 deduction.
Payments	Due 15 April 2003
Notes	Interest rate reduced to 5%. No longer have to attach a copy of your federal return to the UT return.

VERMONT
Vermont Department of Taxes
Taxpayer Services Division
109 State St.
Montpelier, VT 05609

General Information: (802) 828-2865  **Member of Federal/State E-file program-**
Forms: (802) 828-2515 Web site: www.state.vt.us/tax/
Refund Status: (866) 828-2865 IRS Processing Center: ANDOVER, MA
Electronic Filing: (802) 828-5563 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	For full year residents only. Tax sites retain VT 8453 and supporting documents on file for three years.
Who must file?	All Vermont residents are required to file, regardless of income. Part year and nonresidents are required to file if they have ANY Vermont-source income.
What forms to file?	All taxpayers may use IN-111. Part year or nonresidents also use IN-113 to apportion Vermont income.
Requirements for Residency	Follows general residency rules, with the addition that an individual who is present in Vermont and maintains a permanent place of abode in Vermont is a resident for tax purposes (does not apply to military).
Exemptions	Form IN-111 automatically uses exemption amounts from federal return.
Military Pay	For full year residents: Wages earned for full-time active duty military service performed outside Vermont may be excluded from taxable income. Must supply copy of orders showing service outside Vermont. For others, military pay is taxed as ordinary income. Follows federal rules.
Spouses and Community Property	Not a community property state. Where one spouse is a Vermont resident and the other a nonresident with no Vermont income , the spouses may file separately, even if they filed joint federal return. Must also complete a dummy federal return as MFS to mail in with VT return. See instruction for line 7a
Income Exclusions	See Form IN-113, Schedule II, for Vermont adjustments to income.
Income Deductions	Form IN-111 automatically uses amounts deducted on federal return.
Capital Gains/Losses	May deduct up to 40% of federal capital gains. See instructions for lines 14b and c.
Retirement Income	Taxed as ordinary income; follows federal rules.
Payments	Due 16 April 2003.
Notes	Vermont charges a percentage of federal taxes due, with some adjustments. VT will not begin processing returns until 19 Feb 2001, though returns may be filed prior to that date. VT charges a use tax on items purchased outside VT for use or consumption in VT, on which sales tax was not paid.

VIRGINIA

Virginia Department of Taxation
P.O. Box 1115
Richmond, VA 23218-1115

General Information: (804) 367-8031

Forms: (804) 236-2760

E-file help desk:

(804) 367-8031

(804) 236-2760

(804) 367-6100

 **Member of Federal/State E-file program**

Web site: www.tax.state.va.us

IRS Processing Center: ANDOVER, MA

[NOTE: This number for tax officers only- not for taxpayers!]

E-File Information	Tax sites must retain VA 8453 and all supporting documents for three years. Mail rejected returns to regular mailing address (different for each county in VA- see instructions).
Who must file?	Same rules for residents, part-year residents, and non-residents- must file if Single, with Virginia AGI over \$5,000; if Married, filing a joint or combined return, with total Virginia AGI for both spouses over \$8,000; if Married, filing a separate return, with VAGI over \$4000.
What forms to file?	Residents file Form 760 or 760S; Part Year Residents file Form 760PY; Nonresidents file Form 763.
Requirements for Residency	Follows general residency rules, with the addition that persons who live or maintain a home in VA for more than 183 days in a calendar year are considered VA residents (called "actual residents") for tax purposes. (Does not apply to military members.)
Exemptions	\$800 per person
Military Pay	Up to \$15000 of active duty military pay may be excluded; amount is phased out for incomes between \$15000 and \$30000.
Spouses and Community Property	Not a community property state. When one spouse is a resident and the other a nonresident, they may not file a joint return. Spouses filing jointly may use Spouse Tax Adjustment, which adjusts tax-rate disadvantage from joint filing.
Income Exclusions	Taxpayers may exclude social security payments from their income. Age Deduction: Taxpayers over age 62 may deduct \$6000 from their income; taxpayers over age 65 may deduct \$12,000 from their income.
Income Deductions	Standard Deduction: Single- \$3000; Married Filing Jointly-\$5000; Married Filing Separately- \$2500. If taxpayer itemized on federal return MUST itemize on VA return. Itemized deductions follow Federal Schedule A, with a subtraction for state and local income tax paid.
Capital Gains/Losses	Taxed as ordinary income. Follows federal rules.
Retirement Income	Follows federal rules.
Payments	Return and payments due 1 May 2003.
Notes	N/A

WEST VIRGINIA


West Virginia State Tax Department
Taxpayer Services Division
P.O. Box 3784
Charleston, WV 25337-3784

General Information: (304) 558-3333	☛ Member of Federal/State E-file program
Forms: (304) 344-2068	Web site: www.state.wv.us/taxdiv
Refund status: See web site	IRS Processing Center: ANDOVER, MA
Electronic Filing: (304) 558-3333	<i>[NOTE: This number for tax officers only- not for taxpayers!]</i>

E-File Information	E-file for residents only. Tax sites are required to keep WV 8453 and all supporting documents on file for three years. Phone for instructions on disposition of rejected returns.
Who must file?	Residents must file a WV return if they were required to file a federal return, OR if their WV adjusted gross income exceeds their personal exemption allowance (\$2000 times the number of exemptions). Part year and nonresidents must file if they had WV-source income.
What forms to file?	Full year residents file Form IT-140, or IT-140S; Part year and nonresidents file Form IT-140NR/PY.
Requirements for Residency	Follows general residency rules, with the addition that an individual who maintains a physical presence in West Virginia for more than 183 days may be considered a resident for tax purposes (does not apply to military members). Also, individuals who have spent more than 30 days in WV and who have the intent to become WV residents are considered Full Year residents. Part year residents are those who have spent less than 30 days in WV.
Exemptions	Personal exemptions are \$2000 per person.
Military Pay	For residents who are stationed outside of WV, and who are not present in WV for more then 30 days during the tax year, military pay is not taxed. For all other residents, military pay is taxable. See Nonresident book for more information.
Spouses and Community Property	Not a community property state. Spouses who filed joint federal returns may choose to file a joint or separate WV return; those who filed separate federal return MUST file separate WV return. There is a separate tax rate schedule for married persons filing separately and must use Schedule G- please see instructions.
Income Exclusions	Low Income Earned Income Exclusion for federal AGI of less than \$10,000 (\$5000 for married filing separately)- see instructions.
Income Deductions	WV has no standard or itemized deductions comparable to federal standard and itemized deductions.
Capital Gains/Losses	Taxes as ordinary income; follows federal rules.
Retirement Income	There are two decreasing modifications for military retirees; a maximum of \$2,000 on line 31 of schedule M and an additional exclusion of years of service multiplied by 2% multiplied by military pension annuity or \$30,000 which ever is less.
Payments	Due 15 April 2003
Notes	Now accepting credit card payments

WISCONSIN

Wisconsin Department of Revenue
Individual Income Tax Assistance
P.O. Box 8906
Madison, WI 53708-8906

General Information: (608) 266-2772  **Member of Federal/State E-file program**
Forms: (608) 261-6229 Web site: www.dor.state.wi.us
Refund status: (608) 266-8100 IRS Processing Center: AUSTIN, TX
Electronic Filing: (608) 264-6886 *[NOTE: This number for tax officers only- not for taxpayers!]*

E-File Information	8453W has been eliminated.
Who must file?	Residents with a net income of \$18000 if married filing jointly, or \$9000 for single or married filing jointly; \$10580 for head of household; Part-year residents or non-residents with a net income of \$2000 or more.
What forms to file?	Residents: Form 1, 1A, or WI-Z. Part-year and nonresidents: Form 1NPR.
Requirements for Residency & Treatment of Nonresidents	Anyone domiciled in another state or country at <i>any</i> time during the year must file Form 1NPR. Also, if Married Filing Jointly, and one spouse is domiciled in another state at any time during they year (e.g. a military member who is a resident of another state), couple must file 1NPR. Spouse is considered a resident if the following are met: 1- there is an intent to abandon an old domicile; 2- there is an intent to acquire WI as a new domicile; and 3- spouse is physically present in WI.
Exemptions	\$700 per person
Military Pay	Follows federal rules; however, members of the armed forces are eligible for a credit of up to \$200 per service member for services performed while stationed outside the United States - see instructions. Enter amount on line 21 form 1.
Spouses and Community Property	Not a community property state. Not required to follow federal filing status election.
Income Exclusions	May exclude part of social security benefits see instructions for details
Income Deductions	Standard Deduction varies with income. Does not follow all federal rules; see instructions page 30. Deductions include some medical care insurance costs, tuition expenses. If federal itemized deductions exceed WI standard deduction, may be eligible for an "Itemized Deduction Credit."
Capital Gains/Losses	May qualify for WI 60% capital gain exclusion complete schedule WD.
Retirement Income	NEW: All military retirement pay is non-taxable.
Payments	Due 15 April 2003. For balance due e-file returns, mail payments to: Wisconsin Department of Revenue, PO box 2942, Milwaukee, WI 53201-2942.
Notes	New Tax Cuts for TY 2001.